

CITY OF BISMARCK POLICE PENSION FUND
INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2004

	January-04				December-03				September-03				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Month	Net ROR	Market Value	Allocation	Quarter	Net ROR	Market Value	Allocation	Quarter	Net ROR	Fiscal YTD	FY03	Ended	Ended
			Policy												6/30/2003	6/30/2003
															Net	Net
LARGE CAP DOMESTIC EQUITY																
<i>Structured Growth</i>																
LA Capital	640,124	5.0%	5.1%	1.65%	629,523	5.1%	5.1%	9.09%	576,605	5.0%	5.1%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	-1.48%	-20.46%	-5.64%
Total Structured Growth	640,124	5.0%	5.1%	1.65%	629,523	5.1%	5.1%	9.09%	576,605	5.0%	5.1%	6.61%	18.22%	-1.48%	-20.46%	-5.64%
Russell 1000 Growth				2.04%				10.41%				3.92%	17.08%	2.93%	-21.55%	-5.04%
<i>Structured Value</i>																
LSV	711,961	5.6%	5.1%	2.59%	694,427	5.6%	5.1%	15.58%	602,231	5.3%	5.1%	3.33%	22.52%	-2.05%	9.06%	3.95%
Russell 1000 Value				1.76%				14.19%				2.06%	18.59%	-1.02%	-2.19%	-0.17%
<i>Enhanced Russell 1000 Index</i>																
LA Capital	664,083	5.2%	5.1%	1.91%	651,528	5.2%	5.1%	11.77%	582,817	5.1%	5.1%	2.87%	17.17%	1.08%	N/A	N/A
Russell 1000				1.90%				12.26%				3.00%	17.83%	0.96%	N/A	N/A
<i>Enhanced S&P 500 Index</i>																
Northern Trust	629,414	5.0%	5.1%	2.06%	616,597	5.0%	5.1%	12.40%	548,484	4.8%	5.1%	2.50%	17.58%	0.28%	N/A	N/A
Strong	647,146	5.1%	5.1%	1.95%	635,753	5.1%	5.1%	12.76%	563,874	4.9%	5.1%	2.89%	18.28%	3.30%	N/A	N/A
Westridge	683,830	5.4%	5.1%	1.85%	671,794	5.4%	5.1%	12.22%	598,645	5.2%	5.1%	2.65%	17.32%	0.56%	N/A	N/A
Total Enhanced S&P 500 Index	1,960,391	15.5%	15.4%	1.95%	1,924,144	15.5%	15.4%	12.46%	1,711,003	15.0%	15.4%	2.68%	17.72%	1.35%	N/A	N/A
S&P 500				1.84%				12.18%				2.64%	17.26%	0.24%	N/A	N/A
<i>S&P 500 Index</i>																
State Street	443,985	3.5%	3.4%	1.83%	436,012	3.5%	3.4%	12.16%	388,694	3.4%	3.4%	2.64%	17.23%	0.31%	-11.14%	-1.58%
S&P 500				1.84%				12.18%				2.64%	17.26%	0.24%	-11.20%	-1.61%
TOTAL LARGE CAP DOMESTIC EQUITY	4,420,543	34.9%	34.3%	1.99%	4,335,635	34.8%	34.3%	12.31%	3,861,350	33.7%	34.3%	3.02%	18.00%	0.49%	-9.68%	-2.32%
S&P 500				1.84%				12.18%				2.64%	17.26%	0.24%	-11.20%	-1.61%
SMALL CAP DOMESTIC EQUITY																
<i>Manager-of-Managers</i>																
SEI	1,485,485	11.7%	10.7%	4.64%	1,419,310	11.4%	10.7%	14.87%	1,323,970	11.6%	10.7%	9.68%	31.84%	0.68%	N/A	N/A
Russell 2000 + 200bp				4.51%				15.07%				9.60%	31.81%	0.37%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	1,485,485	11.7%	10.7%	4.64%	1,419,310	11.4%	10.7%	14.87%	1,323,970	11.6%	10.7%	9.68%	31.84%	0.68%	-3.37%	-0.65%
Russell 2000				4.34%				14.52%				9.07%	30.34%	-1.64%	-3.30%	0.97%
INTERNATIONAL EQUITY																
<i>Large Cap - Core</i>																
State Street	157,395	1.2%	1.1%	1.71%	154,792	1.2%	1.1%	14.32%	136,342	1.2%	1.1%	6.08%	23.34%	-9.96%	-13.28%	-4.72%
MSCI EAFE - 50% Hedged				1.37%				13.15%				6.58%	22.25%	-11.24%	-14.65%	-4.18%
<i>Large Cap - Active</i>																
Capital Guardian	378,564	3.0%	2.8%	1.45%	374,016	3.0%	2.8%	13.62%	331,600	2.9%	2.8%	7.45%	23.84%	-11.30%	-14.96%	0.47%
Bank of Ireland	74,687	0.6%	0.6%	1.47%	73,556	0.6%	0.6%	17.43%	63,096	0.6%	0.6%	2.64%	22.31%	-10.28%	N/A	N/A
Total Large Cap - Active	453,251	3.6%	3.3%	1.45%	447,572	3.6%	3.3%	14.22%	394,696	3.4%	3.3%	6.65%	23.59%	-11.12%	-14.58%	0.74%
MSCI EAFE - 50% Hedged				1.37%				13.15%				6.58%	22.25%	-11.24%	-14.65%	-4.18%
<i>Small Cap - Active</i>																
Lazard	76,730	0.6%	0.6%	3.24%	74,273	0.6%	0.6%	14.41%	72,299	0.6%	0.6%	10.66%	30.71%	-2.32%	N/A	N/A
Wellington	76,164	0.6%	0.6%	2.63%	74,138	0.6%	0.6%	11.59%	75,850	0.7%	0.6%	17.22%	34.24%	5.97%	N/A	N/A
Total Small Cap - Active	152,894	1.2%	1.1%	2.93%	148,412	1.2%	1.1%	12.90%	148,148	1.3%	1.1%	13.94%	32.41%	1.75%	N/A	N/A
Citigroup Broad Market Index < \$2BN				4.20%				13.31%				15.95%	36.90%	3.91%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	763,539	6.0%	5.5%	1.80%	750,775	6.0%	5.5%	13.97%	679,186	5.9%	5.5%	8.04%	25.34%	-8.22%	-12.63%	-0.99%
MSCI EAFE - 50% Hedged				1.37%				13.15%				6.58%	22.25%	-11.24%	-14.65%	-4.18%
EMERGING MARKETS EQUITY																
<i>Capital Guardian</i>																
Capital Guardian	276,415	2.2%	2.0%	4.37%	264,840	2.1%	2.0%	14.85%	251,157	2.2%	2.0%	14.62%	37.39%	7.15%	-10.61%	1.62%
MSCI Emerging Markets Free				3.55%				17.81%				14.23%	39.35%	6.96%	-7.07%	2.49%
DOMESTIC FIXED INCOME																
<i>Core Bond</i>																
Western Asset	457,034	3.6%	3.9%	0.92%	452,841	3.6%	3.9%	1.24%	434,842	3.8%	3.9%	-0.47%	1.69%	13.42%	11.88%	8.58%
Lehman Aggregate				0.80%				0.32%				-0.15%	0.98%	10.39%	10.07%	7.54%
<i>Active Duration</i>																
WestAM (Criterion)	446,923	3.5%	3.9%	0.77%	443,871	3.6%	3.9%	0.31%	429,801	3.8%	3.9%	-0.40%	0.68%	9.93%	9.39%	6.85%
Lehman Aggregate				0.80%				0.32%				-0.15%	0.98%	10.39%	10.07%	7.54%
<i>Index</i>																
Bank of ND	703,782	5.5%	6.6%	0.88%	697,644	5.6%	6.6%	-0.10%	690,530	6.0%	6.5%	-0.73%	0.03%	12.59%	11.06%	7.79%
Bank of ND Match Loan CD Program	111,945	0.9%	0.9%	0.00%	111,418	0.9%	0.9%	1.41%	111,218	1.0%	1.0%	1.43%	2.86%	5.83%	5.84%	5.85%
Total Index	815,727	6.4%	7.5%	0.68%	809,062	6.5%	7.5%	0.23%	801,749	7.0%	7.5%	-0.21%	0.70%	10.77%	10.08%	7.44%
Lehman Gov/Credit				0.91%				-0.03%				-0.50%	0.37%	13.15%	10.82%	7.83%

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	Market Value	Allocation	Actual	Month Policy Net ROR	Market Value	Allocation	Actual	Quarter Policy Net ROR	Market Value	Allocation	Actual	Quarter Policy Net ROR	Fiscal YTD Net ROR	FY03 Net ROR	Ended 6/30/2003 Net	Ended 6/30/2003 Net
Convertibles																
TCW	501,286	4.0%	3.9%	2.15%	490,398	3.9%	3.9%	10.00%	442,428	3.9%	3.9%	1.84%	14.43%	10.37%	-9.08%	N/A
<i>First Boston Convertible Index</i>				2.01%				8.54%				2.67%	13.68%	15.35%	-3.81%	N/A
BBB Average Quality																
Strong	454,131	3.6%	3.9%	1.12%	448,539	3.6%	3.9%	1.47%	438,673	3.8%	3.9%	0.16%	2.77%	14.81%	10.35%	N/A
<i>Lehman BBB</i>				1.13%				1.22%				0.27%	2.64%	18.33%	9.91%	N/A
Timberland																
Evergreen (Wachovia)	886,002	7.0%	7.0%	2.06%	867,709	7.0%	7.0%	6.11%	810,346	7.1%	7.1%	-0.15%	8.13%	12.50%	N/A	N/A
															N/A	N/A
TOTAL DOMESTIC FIXED INCOME	3,561,103	28.1%	30.0%	1.31%	3,512,421	28.2%	30.0%	3.16%	3,357,839	29.3%	30.0%	0.11%	4.62%	11.62%	6.95%	6.77%
<i>Lehman Aggregate</i>				0.80%				0.32%				-0.15%	0.98%	10.39%	10.07%	7.54%
HIGH YIELD BONDS																
Western Asset	591,844	4.7%	5.0%	0.99%	586,065	4.7%	5.0%	5.54%	555,311	4.9%	5.0%	1.99%	8.70%	20.04%	2.51%	4.15%
<i>Lehman High Yield Bond Index</i>				1.91%				5.91%				2.77%	10.93%	22.77%	5.44%	2.66%
INTERNATIONAL FIXED INCOME																
International Sovereign																
UBS Global (Brinson)	283,429	2.2%	2.3%	0.01%	283,309	2.3%	2.3%	6.49%	242,751	2.1%	2.3%	3.18%	9.89%	18.20%	8.47%	5.93%
<i>Citigroup Non-US Gov't Bond Index (1)</i>				0.12%				6.71%				2.75%	9.77%	17.91%	8.10%	6.29%
International Core																
Brandywine	285,170	2.2%	2.3%	-0.57%	286,540	2.3%	2.3%	7.30%	237,577	2.1%	2.3%	1.51%	8.30%	N/A	N/A	N/A
<i>Lehman Global Aggregate (ex-US)</i>				0.08%				6.77%				2.76%	9.81%	N/A	N/A	N/A
TOTAL INTERNATIONAL FIXED INCOME	568,599	4.5%	4.5%	-0.28%	569,849	4.6%	4.5%	6.91%	480,327	4.2%	4.5%	2.34%	9.11%	17.83%	8.36%	5.86%
<i>Citigroup Non-US Gov't Bond Index (1)</i>				0.12%				6.71%				2.75%	9.77%	17.91%	8.10%	6.29%
REAL ESTATE																
J.P. Morgan	564,775	4.5%	5.0%	0.49%	562,034	4.5%	5.0%	3.16%	544,842	4.8%	5.0%	2.43%	6.17%	7.80%	7.36%	10.23%
<i>NCREIF TOTAL INDEX</i>				0.91%				2.76%				1.97%	5.74%	7.64%	8.51%	10.16%
ALTERNATIVE INVESTMENTS																
Coral Partners V	62,589			0.00%	64,381			-1.26%	58,940			-6.88%	-8.05%	-22.52%	-20.83%	-9.87%
Coral Partners V - Supplemental	5,633			0.00%	3,203			-0.95%	3,066			-15.67%	-16.47%	-28.36%	N/A	N/A
Coral Partners VI	16,266			0.00%	9,649			-4.63%	9,594			-12.18%	-16.25%	N/A	N/A	N/A
Brinson 1998 Partnership Fund	10,663			0.00%	10,968			2.36%	10,757			4.07%	6.53%	-14.73%	-11.35%	1.31%
Brinson 1999 Partnership Fund	14,306			0.00%	14,715			4.99%	13,290			0.98%	6.02%	-16.31%	-14.42%	N/A
Brinson 2000 Partnership Fund	24,328			0.00%	25,024			2.47%	21,368			0.67%	3.15%	-13.99%	-9.08%	N/A
Brinson 2001 Partnership Fund	9,426			0.00%	7,670			-1.11%	7,354			0.43%	-0.68%	-5.98%	N/A	N/A
Brinson 2002 Partnership Fund	5,043			0.00%	5,187			-1.16%	4,976			12.21%	10.91%	9.08%	N/A	N/A
Brinson 2003 Partnership Fund	493			0.00%	507			-0.24%	482			-3.58%	-3.81%	N/A	N/A	N/A
Brinson 1999 Non-US Partnership Fund	6,845			0.00%	7,041			5.58%	7,277			6.32%	12.25%	13.12%	2.21%	N/A
Brinson 2000 Non-US Partnership Fund	9,228			0.00%	9,492			0.52%	8,954			2.82%	3.35%	9.50%	-1.63%	N/A
Brinson 2001 Non-US Partnership Fund	5,073			0.00%	5,218			1.18%	4,890			7.50%	8.77%	-0.41%	N/A	N/A
Brinson 2002 Non-US Partnership Fund	7,684			0.00%	7,904			0.96%	6,766			3.71%	4.71%	5.34%	N/A	N/A
Brinson 2003 Non-US Partnership Fund	1,311			0.00%	1,349			0.05%	440			-0.05%	0.00%	N/A	N/A	N/A
Brinson BVCF IV	40,205			0.00%	36,082			-3.67%	35,517			-1.02%	-4.65%	-14.64%	-18.80%	N/A
Matlin Patterson Global Opportunities	78,824			0.00%	84,515			10.99%	72,204			0.00%	10.99%	N/A	N/A	N/A
InvestAmerica	10,404			0.00%	10,702			0.00%	10,148			0.00%	0.00%	-12.50%	N/A	N/A
Hearthstone MSII	11,804			0.00%	12,141			15.36%	13,716			5.06%	21.20%	28.98%	13.57%	N/A
Hearthstone MSIII	27,413			0.00%	30,686			0.00%	1,714			N/A	N/A	N/A	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS (2)	347,537	2.7%	3.0%	0.00%	346,433	2.8%	3.0%	3.15%	291,452	2.5%	3.0%	-1.01%	2.11%	-9.78%	-11.43%	-6.84%
CASH EQUIVALENTS																
Northern Trust STIF/STEP	100,923	0.8%	0.0%	0.15%	95,080	0.8%	0.0%	0.32%	98,579	0.9%	0.0%	0.35%	0.83%	1.84%	3.33%	4.22%
<i>90 Day T-Bill</i>				0.08%				0.26%				0.25%	0.59%	1.52%	3.33%	4.07%
TOTAL FUND	12,680,763	100.0%	100.0%	1.85%	12,442,442	100.0%	100.0%	8.68%	11,444,013	100.0%	100.0%	3.27%	14.31%	5.32%	-1.84%	2.29%
POLICY TARGET BENCHMARK				1.63%				7.66%				2.85%	12.53%	4.99%	-1.79%	2.88%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.